(e) if so, the details thereof?

THE MINISTER OF LAW AND JUSTICE AND THE MINISTER OF COMMERCE AND INDUSTRY (SHRI ARUN JAITLEY): (a) 11 Public Sector Undertakings (PSUs), 19 hotel properties of India Tourism Development Corporation (ITDC) and 3 hotel properties of Hotel Corporation of India Ltd. (HCI) have been disinvested through Strategic Sale alongwith transfer of management control to Strategic Partners. There are 34 PSUs and 2 hotel properties of HCI and 12 hotel properties of ITDC in which disinvestment is at different stages of progress.

(b) Disinvestment of PSUs is done in accordance with the declared policy of the Government under which all non-strategic PSUs can be disinvested upto a level of 26% or lower, to be decided on a case by case basis irrespective of whether they are profit-making or loss incurring.

(c) to (e) Disinvestment is not directly related to unemployment. In one PSU employment has increased after disinvestment. In several PSUs employees' separation commenced even prior to disinvestment and was required for making these companies, viable. Disinvestment does not mean closing down of the company. Instead, strategic sale alongwith transfer of management control is expected to unleash the productive potential of public sector assets and promote efficiency enhancement which is the only sustainable way of providing employment opportunities.

Tenure of Disinvestment Commission

1246. SHRI JANARDHANA POOJARY: Will the Minister of DISINVESTMENT be pleased to state:

(a) whether it is a fact that the tenure of Disinvestment Commission has further been extended;

(b) if so, the details in this regard with details of PSUs under consideration of the Commission for Disinvestment;

(c) the PSUs disinvested so far with details of Government's stake in each of them and proceeds derived from each disinvestment;

(d) whether it is a fact that there is a lot of resentment among the employees, particularly of successful PSUs, on the issue of disinvestment; and

(e) if so, the details in this regard and Government's reaction thereto?

THE MINISTER OF LAW AND JUSTICE AND THE MINISTER OF COMMERCE AND INDUSTRY (SHRI ARUN JAITLEY): (a) and (b) Yes, Sir. The tenure of Disinvestment Commission has been extended till 31st October, 2004 on the existing terms of references as contained in Resolution dated 24th July 2001, at Statement-I (*See* below). Currently, the following eighteen PSUs are being considered by the Commission:

1. Andaman and Nicobar Islands Forests Plantation Development Corporation Ltd.
2. Andrew Yule and Company Ltd.
3. Bharat Sanchar Nigam Ltd.
4. Central Cottage Industries Corporation of India Ltd.
5. Central Warehousing Corporation Ltd.
6. Container Corporations of India Ltd. (Review)
7. Educational Consultants India Ltd.
8. Ennore Port Ltd.
9. Electronics Corporation of India Ltd.
10. Mahanagar Telephone Nigam Ltd.
11. National Film Development Corporation Ltd.
12. National Handloom Development Corporation Ltd.
13. National Mineral Development Corporation Ltd. (Review)
14. North Eastern Electric Power Corporation Ltd.
15. North Eastern Handicrafts and Handloom Development Corporation Ltd.
16. Numaligarh Refinery Ltd.
17. Power Finance Corporation Ltd.
18. Water and Power Consultancy Services (India) Ltd.

(c) The names of PSUs disinvested through the sale of minority shares and the amount realised is given at Statement-II. (*See* below) The names of the PSUs disinvested through Strategic Sale alongwith the transfer of management control to the Strategic Partner, the

percentage of Government equity sold and the amount realised thereof is given at Statement-III. (*See* below)

(d) and (e) There is some apprehension amongst the employees with reference to disinvestment. However, protection of the employees' interest is an integral part of the disinvestment policy. Adequate provisions are made in the Transactions Agreements entered into at the time of Strategic Sale, to ensure that there is no retrenchment of employees for one year after disinvestment and where necessary, Voluntary Retirements Scheme (VRS) is implemented only in accordance with the Department of Public Enterprises (DPE) guidelines or the VRS which was prevailing in the company prior to disinvestment, whichever is more beneficial for the employees.

Statement-I

Details of terms of reference contained in the Resolution dated 24-7-2001

GOVERNMENT OF INDIA
DEPARTMENT OF DISINVESTMENT
Block No. 11 & 14, CGO Complex,
Lodi Road, New Delhi-110003.

RESOLUTION

New Delhi, the 24th July 2001

F.No. 11012/1/2000-Admn.—The Government hereby re-constitutes the Public Sector Disinvestment Commission, initially for a period of two years.

2. The Commission will be boaded by Chairman Dr. R.H. Patel. The other Members of the Commission will be appointed separately.

3. The broad terms of reference of the Commission are as follows:

(i) It shall be an advisory body and its role and function would be to advise the Government on Disinvestment in those public sector units that are referred to it by the Government.

(ii) It shall also advise the Government on any other matter relating to disinvestment as may specifically be referred to it by the Government, and also carry out any such other activities

relating to disinvestment as may be assigned to it by the Government.

(iii) In making its recommendations, it will also take into consideration the interest of workers, employees and other stakeholders, in the public sector unit(s).

(iv) The final decision on the recommendations of the Disinvestment Commission will vost with the Government.

Sd/-
(K.K. GUPTA)
Joint Secretary

ORDER

Ordered that the Resolution be published in the Gazette of India.

Ordered also that a copy of the Resolution be communicated to all the Ministries/Departments of the Government of India and all central public sector undertakings.

Sd/-
(K.K. GUPTA)
Joint Secretary

New Delhi
26th July, 2001

Statement-II

PSUs disinvested through sale of minority shares and the proceeds realised PSU-wise since 1991-92 to 1999-2000

Sl. No.	Name of the Company	1991-92	1992-93	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99	1999-00
1	2	3	4	5	6	7	8	9	10	11
1.	Andrew Yule	..	..	..	..	..	..	..	..	..
2.	Bharat Earth Movers Ltd.	..	..		48.270	..	..	..	..	..
3.	Bharat Electronic Ltd.	..	..		47.169	..	..	..	..	..
4.	Bharat Heavy Electricals Ltd.	..	8.21		301.336	..	..	..	..	..
5.	Bharat Petroleum Corp. Ltd.	..	331.18	..	..	..	..	..	..	..
6.	Bongaigaon Refineries & Petrochem. Ltd.	..	45.40	..	..	..	..	..	..	..
7.	CMC Ltd.	..	..	..	..	..	..	..	..	..
8.	Cochin Refineries Ltd.	..	..	..	..	..	..	..	..	..
9.	Dredging Corp. of India Ltd.	..	..	..	..	..	..	..	..	..
10.	Fertilizers Chem. (Travancore) Ltd.	..	1.30	..	..	..	..	..	..	..
11.	HMT Ltd.	..	23.38	..	..	..	..	..	..	..
12.	Hindustan Cables Ltd.	..	..	..	.	..	..	..	..	..
13.	Hindustan Copper Ltd.	..	8.07	..	..	..	..	..	..	..
14.	Hindustan Organic Chemical Ltd.	..	..	..	..	..	..	..	..	..
15.	Hindustan Petroleum Corp. Ltd.	..	331.85		563.111	..	..	..	..	..
16.	Hindustan Photofilms Mfg. Co. Ltd.	..	..	..	..	..	..	..	..	..
17.	Hindustan Zinc Ltd.	..	81.55	..	..	..	..	..	..	..
18.	Indian Petrochemicals Corp. Ltd.	..	..	..	..	..	..	..	..	..
19.	Indian Railway Contt. Company Ltd.	..	..	..	..	..	..	..	..	..
20.	Indian Telephone Industries Ltd.	..	15.63	..	..	..	..	..	..	..
21.	Madras Refineries Ltd. (Chennai Petroleum Corp. Ltd.)	..	..	..	..	..	..	..	..	..
22.	Mahanagar Telephone Nigam Ltd.	..	..		1322.168	135.899		902.00	..	..
23.	Minerals & Metals Trading Corp. Ltd.	..	..	..	..	..	..	..	..	..
24.	National Aluminium Company Ltd.	..	244.20		0.096	..	..	..	..	..
25.	National Fertilisers Ltd.	..	0.72		0.283	..	..	..	..	..
26.	National Mineral Development Corp. Ltd.	..	17.88	..	..	..	..	..	..	..

1	2	3	4	5	6	7	8	9	10	11
27.	Neyveli Lignite Corp.	..	70.43	..	..	..	..	..	..	..
28.	Rashtriya Chemicals & Fertilizers Ltd.	..	30.36	..	..	..	..	..	..	..
29.	Shipping Corp. of India Ltd.	..	..	28.076	..	..	..	..	..	..
30.	State Trading Corp.	..	2.25	..	..	..	..	..	..	..
31.	Steel Authority of India Ltd.	..	700.10	22.661	13.303	..	..	..	..	..
32.	Videsh Sanchar Nigam Ltd.	..	..	..		379.67	..	783.68	75.00	..
33.	Container Corp. of India	..	..	99.714	14.118	..	..	221.65	..	..
34.	Oil and Natural Gas Corp.	..	..	1033.646		..	..	1208.96	162.79	
35.	Indian Oil Corp. Ltd.	..	..	1051.516	5.156	..	..	2484.96	296.48	
36.	Engineers India Ltd.	..	..	67.527	..	..	..	..	..	..
37.	Gas Authority of India Ltd.	..	..	194.120	..	..	..	671.86	945.00	..
38.	India Tourism Dev. Corp.	..	..	51.985	..	..	..	..	..	..
39.	Kudremukh Iron Ore Comp. Ltd.	..	..	51.985	..	..	..	..	..	..
40.	Modern Food Industries Ltd.	..	..	11.399	..	..	..	..	..	..
41.	BALCO (financial restructuring)/Disinvestment	..	..	..	..	..	..	..	..	..
	TOTAL:	3038.00	1912.51	4873.077	168.476	379.67	902.00	5371.11	1479.27	

As in 1991-92 the shares were sold in bundles the amount realised PASU-wise is not available.

Statement III

Details of disinvestment and amount realised through strategic sale and related transactions since 1999-2000

Rs. in crore

Sl. No.	Name	%of Government equity disinvested	Realisation
1	2	3	4
1a.	Modern Food Industries Ltd. (MFIL)	74	105
1b.	MFIL-Phase II	25.995	44
2.	Bharat Aluminium Company Ltd.	51	826.5^
3.	CMC	51	152
4.	HTL	74	55
5.	Lagan Jute Machinery Corporation ITDC-19 HOTELS	74	2.53
6.	Agra Ashok	99.97	3.61
7.	Bodhgaya Ashok	99.97	1.81
8.	Hassan Ashok	99.97	2.27
9.	TBABR Mamallapuram	99.97	6.13
10.	Madurai Ashok	99.97	4.97

1	2	3	4
11.	Bangalore Ashok*	99.97	39.41 (up-front fee); (4.11-MGAP)
12.	Qutab	99.97	34.46
13.	Lodhi	99.97	71.93
14.	LVPH, Udaipur	99.97	6.77
15.	Manali Ashok	99.97	3.65
16.	KABR Kovalam	99.97	40.39
17.	Aurangabad Ashok	99.97	16.50
18.	Airport Kolkata Ashok	99.97	19.39
19.	Khajuraho Ashok	99.97	2.19
20.	Varanasi Ashok	99.97	8.38
21.	Kanishka	99.97	92.37
22.	Indraprastha (AYN)	99.97	43.39
23.	Chandigarh Hotel project	99.97	17.27
24.	Ranjit	99.97	29.20
	SUB-TOTAL:		444.09
	HCI-3 HOTELS		
25.	Centaur Hotel Juhu, Bombay	100	153
26.	Indo Hokke Hotels Ltd.	100	6.51
27.	Centaur Hotel Airport, Mumbai	100	83
	SUB-TOTAL:		242.51
28.	IBP	33.58	1153.68
29.	Videsh Sanchar Nigam Ltd. (VSNL)	25	3689^
30.	State Trading Corporation of India (STC)		40^^^
31.	MMTC Ltd.		60^^^
32.	Paradeep Phosphates Ltd.	74	151.70
33(a)	Hindustan Zinc Ltd. (HZL)	26	445
33(b)	Hindustan Zinc Ltd. (HZL) @	1.46	6.19
34(a)	Maruti Udyog Ltd. (MUL)	4.2	1000
34(b)	MUL-through IPO	27.5	993
35.	Indian Petrochemicals Corporation Ltd. (IPCL)	26	1490.84
36.	CMC Ltd. @	6.06	6.07
	GRAND TOTAL:		10912.11

*Including NPV of future earnings on MGAP & lease rentals ^ including dividend & divi. Tax Companies at Sr. No. 5, 23, 25, 26, 27 are subsidiaries. ^^^The receipt is on account of transfer of cash reserves.

@ Disinvestment in favour of employees.